

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
FILING OF WEST SHELBY WATER) CASE NO. 2011-00060
DISTRICT)

ORDER

On February 18, 2011, West Shelby Water District (“West Shelby”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. West Shelby purchases water from Shelbyville Municipal Water & Sewer Commission (“Shelbyville”) and Louisville Water Company (“Louisville”).

2. Shelbyville notified West Shelby that, effective February 19, 2011, its volumetric wholesale rate to West Shelby would increase from \$1.83 per 1,000 gallons to \$1.90 per 1,000 gallons.

3. West Shelby proposed a purchased water adjustment factor of \$0.02 per 1,000 gallons.

4. During the 12 months ending December 31, 2010, West Shelby purchased 69,824,000 gallons of water from Shelbyville, 213,163,000 gallons of water from Louisville, and sold 260,177,300 gallons. The increase in the cost of purchased water is \$4,887.68, resulting in a purchased water adjustment factor of \$0.02 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

5. West Shelby proposed an effective date of April 1, 2011.

6. West Shelby misapplied the purchased water adjustment factor to its current rates.

7. The purchased water adjustment factor of \$0.02 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

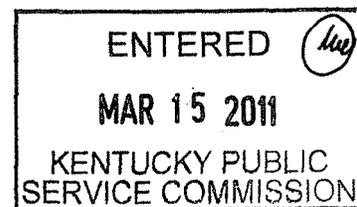
1. The rates proposed by West Shelby are denied.

2. The purchased water adjustment factor of \$0.02 per 1,000 gallons as calculated in Appendix A is approved.

3. The rates in Appendix B, attached hereto and incorporated herein, are approved for service rendered on or after April 1, 2011.

4. Within 20 days of the date of this Order, West Shelby shall file revised tariff sheets with the Commission showing the rates approved herein and reflecting that they were approved by this Order.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00060 DATED **MAR 15 2011**

	New Rate	Base Rate
Shelbyville		
Purchases in gallons	69,824,000	69,824,000
Volumetric rate	<u>\$ 1.90 / 1,000</u>	<u>\$ 1.83/ 1,000</u>
	\$132,665.60	\$ 127,777.92
Louisville		
Purchases in gallons	69,824,000	69,824,000
Volumetric rate	No change	No change
	Increased water cost	\$ 4,887.68
Increased water cost		\$ 4,887.68
Divided by gallons sold		<u>260,177,300</u>
Purchased water adjustment factor		\$0.02 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2011-00060 DATED **MAR 15 2011**

The following rates and charges are prescribed for the customers in the area served by West Shelby Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8-Inch Meter

First	2,500	gallons	\$ 16.67	Minimum bill
Next	7,500	gallons	4.84	per 1,000 gallons
Next	20,000	gallons	4.52	per 1,000 gallons
Next	200,000	gallons	4.11	per 1,000 gallons
All Over	230,000	gallons	3.70	per 1,000 gallons

3/4-Inch Meter

First	3,500	gallons	\$ 21.50	Minimum bill
Next	6,500	gallons	4.84	per 1,000 gallons
Next	20,000	gallons	4.52	per 1,000 gallons
Next	200,000	gallons	4.11	per 1,000 gallons
All Over	230,000	gallons	3.70	per 1,000 gallons

1-Inch Meter

First	5,000	gallons	\$ 28.77	Minimum bill
Next	5,000	gallons	4.84	per 1,000 gallons
Next	20,000	gallons	4.52	per 1,000 gallons
Next	200,000	gallons	4.11	per 1,000 gallons
All Over	230,000	gallons	3.70	per 1,000 gallons

1 1/2 -Inch Meter

First	10,000	gallons	\$ 52.97	Minimum bill
Next	20,000	gallons	4.52	per 1,000 gallons
Next	200,000	gallons	4.11	per 1,000 gallons
All Over	230,000	gallons	3.70	per 1,000 gallons

2-Inch Meter

First	16,000	gallons	\$ 80.09	Minimum bill
Next	14,000	gallons	4.52	per 1,000 gallons
Next	200,000	gallons	4.11	per 1,000 gallons
All Over	230,000	gallons	3.70	per 1,000 gallons

3-Inch Meter

First	30,000	gallons	\$ 143.37	Minimum bill
Next	200,000	gallons	4.11	per 1,000 gallons
All Over	230,000	gallons	3.70	per 1,000 gallons

4-Inch Meter

First	50,000	gallons	\$ 225.57	Minimum bill
Next	180,000	gallons	4.11	per 1,000 gallons
All Over	230,000	gallons	3.70	per 1,000 gallons

6-Inch Meter

First	100,000	gallons	\$ 431.07	Minimum bill
Next	130,000	gallons	4.11	per 1,000 gallons
All Over	230,000	gallons	3.70	per 1,000 gallons

Wanda H Land
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